B.S. 18/12

Previous refer.
Ld. (240-10) 2-6
" " 7

1911
(A-B)

File No. 42 —11
Serial Nos. 3, 5 & 14 b 18.

Later references.
G. f. 218-16 & 11
B. Sept. 18

GENERAL AND REVENUE SECRETARIAT.

Serial Nos. 3, 5 & 14 b 18.

Part B. for July 1914.

SUBJECT

Payment of Indirect on the actual expenditure on Kolar - Bowringpet Railway & the formation of a Sinking fund by the Dt Bd to pay off the loan capi

3. From the Ry Secretary. Spl. Copy of G.O. no. 407-75 dt 5.12.1911 guaranteeing the interest @ 4 p.c. on Capital & the actual Expdre in the Ry. for a period of 25 years & directing the formation of a Sinking fund to bring off the loan Capital at the end of the peri

5. To the Presdt., Dist Bd, Kolar. No 4894 dt 22.1.12. Requests him to furnish at the earliest moment the figures from which the charges can be made.

14. From Do. no. C.195 dt 26.11.12. Grants sanction to the payment of the Dist Bd Cess of 3 pies in the Rupee on Land Revenue & Mohtarfa for the purpose.

15. To Do. no 9217 dt 20.5.13. Informs that the Spl. Ry. Cess cannot be levied till the Bd is expressly authorized & Govt will effect the necessary amendment of the L.B. Regn in that behalf but in the meanwhile that the proposals may be prepared on the assumption that the Cess will be sanc

16. To the Secy., Ry. Depn. no 9218 dt 20.5.13. Requests him to forward definite proposals for an enabling G. R. S. 58 Rep. in the Legislative Council at the same time.

17. From the Presdt., Dist Bd, Kolar. GPB—4,000—4-7-11 no. 982 dt 29.5.13. Requests sanction to the levy of a Spl. Ry. Cess of one anna in the Rupee instead of 3 pies as applied for above.

P.T.O

GENERAL AND REVENUE SECRETARIAT.

(L/S)

NOTES.

File No. 42

FILE HEADING.

Kolar – Bowringpet railway

From The Secretary to Govt for railways.

No. 289-93 RR 7124-1)-12 Dated 5th Dec 9 11 Received 11 12 11

Diary No. 3068 | Enclos. | Spare Copies. | Serial No. 3

BRIEF ABSTRACT OF LETTER.

Guarantees the payment of 4 p.c interest on the actual expenditure on the railway for a period of 25 years & directs that the Bd should do make provision to form a sinking fund to pay off the loan Capital at the end of the period & passes orders as regards construction of the railway +

NOTES AND ORDERS.

2) If approved that resident may be requested to submit in connection with the Bd Board a report regarding the formation of a sinking fund, referred to in para 2 of the Govt order

NOTES—First Sheet.

GPB—30,000—12-8-11

3068

G. R. S.
General and Revenue Secretariat.

GS File No. 42 of 19 11

Serial No.	
	3) Submitted for order N569 16/12/11 4 Yes. Please put up draft enquiring what sources of income were set apart in 1910 superior to Govt the interest hard and also for forming the sinking fund. 5 Please put up a copy of the notification of the Railway Board dated 23rd Jan. 1910. 18.12.11 Mlle GS 18/12/11 6 Draft submitted and a copy of the notification of the Railway Board dated 23rd June 1910, put up N569 1 Encl 21.12.11 Mlle 21/12/11 7 Approved KM 17/1/12 8 Issued 17/1/12
5	9. 26 Treasury no 48 dt 22. Jan 12. Requests him to point out the source of income

NOTE—Contn. sheet.

GPB—50,000—12-8-10

G. R. S. 12]
General and Revenu Secretariat.

LS File No. 42 of 19 11

Serial No.	
	from which the charges can be met.
14	10) From the Deputy Commr Kolar St No C 125 dated 26 Nov 1912
	Solicits sanction as resolved by the District Board to levy a cess of 3 pies in the Rupee on 'Land Revenue' and 'Mohatarfa' for the formation of a Sinking fund for the payment of the Debenture loan raised for the Kolar-Bowringpet Railway and for the payment of the interest thereon during its currency.
	11) This Communication is in reply to this office letter No: 4894 dated 22nd Jan 12 Calling upon the President to submit proposals for forming a sinking fund to pay off the debenture loan with interest thereon.
	12) The history of the origin of Railway cess in the Tanjore district ~~is given on~~ referred to by the Dy: Commr is given on pages 197-200 of the Local Fund Manual for Madras and Mysore by Mr. V.S. Narainda The cess levied in the Tanjore district is a portion of the cess on Land Revenue ~~of which 3 pies~~ set apart for the nucleus for Railway fund

a copy of this is with the Asst Secretary

NOTE— Contn. sheet.

GPB—50,000—12-8-10

G. R. S. 12]

General and Revenue Secretariat.

XB File No. 42 of 191—12

Serial No.

13) Under section 57 of the Madras Local Boards act a tax not exceeding three pies in the rupee on the annual ~~rent~~ rental value of all occupied lands ~~Cess~~ to be utilized solely in the Construction of tramways or rail roads Can be levied by the District Boards in the Madras Presidency.

14) On the motion of Mr K. Chandy as Deputy Commissioner, Chitaldrug it is contemplated to empower District Boards in the Province to levy with the previous sanction of Govt a cess of 3 pies in the Rupee on all items of Revenue that now contribute one anna cess. This special cess is to be designated the Railway cess and the realization from its levy is to be spent solely on the construction & maintenance of Rail roads & tramways.

15) The bill to amend the L.B Regulation suitably in this connection is pending in Branch III. It has yet to be placed before the Legislative Council and passed before submission to the Govt of India. It will take some time before the bill can become law.

NOTE—Contn. sheet.

GDB—20,000—20-1-12

R. S. 12.]

General and Revenue Secretariat.

L/B File No. 42 of 1911-12

Serial No.

16) The District Board of Kolar propose to levy Railway cess on Mohatarfa which is not one of the items of Revenue that at present Contribute towards one anna cess. Thus the Contemplated amendment to the L.B. Regulation referred to above does not empower District Boards to levy the Special Cess on Mohatarfa.

17) It is Sometimes argued that the class of persons who pay Mohatarfa to Govt will be benefitted, by the Opening of new Railways, to the Same extent if not more, as the agriculturists and consequently they Should be made to Contribute towards Railways Schemes and their maintenance

18) But the problem how this class of persons can be directly taxed by legislation Seems ~~rather~~ difficult to Solve Even the Mohatarfa System under which they are made to Contribute to General Revenues is only a ~~Custom~~ Customary one without a legal basis. Besides the local cess of one anna in the rupee is not levied on the item Mohatarfa.

NOTE—Contn. sheet.

G11—65,000—17-C-12.

F. R. S. 12]

General and Revenue Secretariat.

KB File No. 42 of 1916-12

Serial No.

19) Further this portion of the population is a small minority while the bulk of Consists of agriculturists and as such it has to be borne ~~therefore the expediency of enacting legislative provision to reach the small minority will not be a small factor for Consideration~~

20) To serve the end in view the probable System of taxation must be such as will affect the "Mohalanta paying class" directly and will not allow of the tax being shifted on to the agriculturists. (Similar to Income tax in some respects)

21) Submitted for orders

KP 92

4th Dec 12 22) Please note the amount of Capital Expenditure estimated to be incurred on the Bowringpet-Kolar R.y. & also put up a statement showing the amount of cessable items under the Mohalanta in Kolar Dt. & the amount of realisation that may be expected by the levy of a three pie cess Are there any printed basis connected with the levying of the one anna cess in lieu of the old plough & the taxes?

SM
6/12/12

NOTE—Contn. sheet

GPB—65,000—17-5-12.

6/12/12

P.T.O.